

Student Loan Backed Reporting - FFELP
Monthly/Quarterly Distribution Report

Issuer	Edsouth Services
Deal Name	Indenture No. 1, LLC
Distribution Date	10/25/2013
Collection Period	9/30/2013
Contact Name	Ken Mann
Contact Number	865-824-3054
Contact Email	kmann@edsouth.org
Website	www.edsouthservices.com

Notes/Bonds - Group I (FFELP)

Class	CUSIP	Rate	Index	Margin	Auction Status	Original Balance	Beg Princ Bal	Interest Accrual	Principal Paid	End Princ Bal ^a	% of Securities	Payment Frequency	Maturity
2010-1 A-1	26844VAA4	1.11590%	0.26590%	0.85000%		145,152,000.00	78,280,000.00	223,234.56	4,426,000.00	73,854,000.00	49.25%	Quarterly	7/25/2023
2010=1 A-2	26844VAB2	1.11590%	0.26590%	0.85000%		76,100,000.00	76,100,000.00	217,017.75		76,100,000.00	50.75%	Quarterly	7/25/2003
Total						221,252,000.00	154,380,000.00	440,252.31	4,426,000.00	149,954,000.00	100%		

(a) Should include Principal Pmts in the current distribution month

Portfolio Summary

	Beg Balance	Activity	End Balance
Principal Balance	169,204,798.06	(4,572,508.11)	164,632,289.95
Accrued Interest to be Capitalized	1,436,084.01	(7,883.90)	1,428,200.11
Total Pool Balance	170,640,882.07	(4,580,392.01)	166,060,490.06
Weighted Average Coupon (WAC)	5.25	0.01	5.26
Weighted Average Maturity (WAM)	189.65	(1.36)	188.29
Number of Loans	15,892	(417)	15,475
Number of Borrowers	8,547	(239)	8,308
Average Loan Balance	\$ 10,737.53	(6.64)	\$ 10,730.89
Average Borrower Indebtedness	\$ 19,965.00	23.02	\$ 19,988.02

Weighted Average Payments Made

	% of Pool	W.A. Time until Repayment (months) ^(a) <i>(should include grace period)</i>
In School	0.04%	-35.54
Grace	0.08%	-1.92
Deferment	10.75%	-17.34
Forbearance	12.16%	-2.96
		W.A. Time in Repayment (months)
Repayment	76.34%	95.38
Claims in Progress	0.58%	93.91
Claims Denied	0.05%	167.80
Total Weighted Average		71.20

(a) W.A. Time Until Repayment would most likely be reflected as a negative number in this calculation. For example, if a loan has 3 months left in school and 6 months of grace period, the time until repayment for that loan would be -9 months.

Funds and Accounts

	Beg Balance	Activity	End Balance
Reserve Account	439,723.70	(13,121.49)	426,602.21
Reserve Amt Required	426,602.21	(11,450.98)	415,151.23
Capitalized Interest Account	-	-	-
Capitalized Interest Account Required	-	-	-
Collection Fund	6,403,483.30	(1,257,113.10)	5,146,370.20
Acquisition Account	-	-	-
Interest Account	-	-	-
Total Accounts Balance	6,843,207.00	(1,270,234.59)	5,572,972.41

Balance Sheet and Parity

	Beg Balance	Activity	End Balance
Assets			
Pool Balance ^a	170,640,882.07	(4,580,392.01)	166,060,490.06
Capitalized Interest Fund	-	-	-
Debt Service Reserve	426,602.21	(11,450.98)	415,151.23
Acquisition Account	-	-	-
Total Assets	171,067,484.28	(4,591,842.99)	166,475,641.29
Liabilities			
Note Outstanding Class A	154,380,000.00	(4,426,000.00)	149,954,000.00
Note Outstanding Class B	-	-	-
Total Liabilities	154,380,000.00	(4,426,000.00)	149,954,000.00
Total Parity %	110.81%		111.02%

(a) Pool Balance for parity only includes interest to be capitalized.

CPR (constant pmt rate)	
Current Lifetime	6.82%

Servicer Balance

	Balance	% of Portfolio	# of Loans	Clms Outstg
PHEAA	166,034,431.30	99.98%	15,473	958,201.96
Great Lakes	26,058.76	0.02%	2	-
Total Portfolio	166,060,490.06		15,475	958,201.96

Edsouth Services - Indenture No. 1, LLC

Portfolio by Loan Status											
	# of Loans		Pool Balance (inc. Accrued Int. to be Capped)		% of Balance		WAC		WARM		
	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	
In School	26	24	83,724.71	66,703.53	0.05%	0.04%	6.30	5.92	120.00	120.00	
Grace	24	24	113,060.98	129,672.86	0.07%	0.08%	6.54	6.75	119.35	119.80	
Repayment											
Current	10,519	10,433	107,328,224.83	107,762,194.74	62.90%	64.89%	5.04	5.08	177.33	177.45	
31-60 Days Delinquent	531	395	7,197,311.73	4,517,422.83	4.22%	2.72%	5.68	5.56	214.79	201.34	
61-90 Days Delinquent	342	292	3,996,162.94	3,741,540.11	2.34%	2.25%	5.53	5.66	205.38	212.70	
91-120 Days Delinquent	205	223	2,282,561.02	2,448,561.94	1.34%	1.47%	5.56	6.07	192.15	207.01	
121-180 Days Delinquent	291	295	2,845,729.94	3,561,889.00	1.67%	2.14%	5.36	5.62	190.41	189.71	
181-270 Days Delinquent	255	317	3,008,993.64	3,178,639.40	1.76%	1.91%	5.75	5.57	197.89	183.18	
271+ Days Delinquent	140	144	1,746,135.60	1,564,137.11	1.02%	0.94%	5.90	5.48	187.36	206.23	
Total Repayment	12,283	12,099	128,405,119.70	126,774,385.13	75.25%	76.34%	5.14	5.17	181.47	180.76	
Forbearance	1,534	1,436	21,042,132.33	20,195,339.15	12.33%	12.16%	5.56	5.51	219.17	220.81	
Deferment	1,871	1,723	19,755,255.18	17,854,699.45	11.58%	10.75%	5.62	5.64	212.69	206.37	
Claims in Progress	119	133	1,164,875.47	958,201.96	0.68%	0.58%	6.22	5.97	186.40	186.71	
Claims Denied	35	36	76,713.70	81,487.98	0.04%	0.05%	4.03	3.74	76.19	76.22	
Total Portfolio	15,892	15,475	170,640,882.07	166,060,490.06			5.25	5.26	189.65	188.25	

Delinquency Status											
	# of Loans		Pool Balance (inc. Accrued Int. to be Capped)		% of Balance		WAC		WARM		
	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	
Current	10,519	10,433	107,328,224.83	107,762,194.74	83.59%	85.00%	5.04	5.08	177.33	177.45	
31-60 Days Delinquent	531	395	7,197,311.73	4,517,422.83	5.61%	3.56%	5.68	5.56	214.79	201.34	
61-90 Days Delinquent	342	292	3,996,162.94	3,741,540.11	3.11%	2.95%	5.53	5.66	205.38	212.70	
91-120 Days Delinquent	205	223	2,282,561.02	2,448,561.94	1.78%	1.93%	5.56	6.07	192.15	207.01	
121-180 Days Delinquent	291	295	2,845,729.94	3,561,889.00	2.22%	2.81%	5.36	5.62	190.41	189.71	
181-270 Days Delinquent	255	317	3,008,993.64	3,178,639.40	2.34%	2.51%	5.75	5.57	197.89	183.18	
271+ Days Delinquent	140	144	1,746,135.60	1,564,137.11	1.36%	1.23%	5.90	5.48	187.36	206.23	
Total Portfolio in Repayment	12,283	12,099	128,405,119.70	126,774,385.13			5.14	5.17	181.47	180.76	

Portfolio by Loan Type											
	# of Loans		Pool Balance (inc. Accrued Int. to be Capped)		% of Balance		WAC		WARM		
	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	
Subsidized Consolidation Loans	5,584	5,475	71,565,607.99	69,536,317.70	41.94%	41.87%	5.20	5.21	188.85	187.24	
Unsubsidized Consolidation Loans	5,888	5,777	87,259,613.93	85,222,817.59	51.14%	51.32%	5.37	5.38	203.14	201.57	
Subsidized Stafford Loans	2,665	2,534	5,865,142.17	5,605,845.87	3.44%	3.38%	4.26	4.26	93.22	93.33	
Unsubsidized Stafford Loans	1,403	1,351	4,300,967.72	4,141,720.78	2.52%	2.49%	4.40	4.41	102.06	102.73	
Grad PLUS Loans	314	304	1,439,752.21	1,348,999.48	0.84%	0.81%	7.19	7.17	81.49	75.90	
Other Loans	38	34	209,798.05	204,788.64	0.12%	0.12%	3.50	3.44	86.86	88.60	
Total Balance	15,892	15,475	170,640,882.07	166,060,490.06			5.25	5.26	189.65	188.29	

Portfolio by Program Type											
	# of Loans		Pool Balance (inc. Accrued Int. to be Capped)		% of Principal		WAC		WARM		
	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	
Graduate / 4-Year Loans	5,097	10,576	117,572,547.12	108,957,731.04	68.90%	65.61%	4.99	4.89	182.00	181.41	
2-Year Loans	607	1,183	7,091,167.40	7,284,214.50	4.16%	4.39%	5.37	5.30	152.44	158.74	
Proprietary / Technical / Vocational Loans	10,171	3,697	45,978,177.50	49,760,943.61	26.94%	29.97%	5.89	6.07	214.96	207.74	
Unknown (Consolidation) Loans	-	-	-	-	0.00%	0.00%	-	-	-	-	
Other	17	19	(1,009.95)	57,600.91	0.00%	0.03%	2.39	4.73	-	134.05	
Total Portfolio	15,892	15,475	170,640,882.07	166,060,490.06			5.25	5.26	189.65	188.29	

SAP Indices							
	# of Loans		Pool Balance (inc. Accrued Int. to be Capped)		% of Total		Margin
	Beginning	Ending	Beginning	Ending	Beginning	Ending	
T-Bill Loans	2,018	1,920	9,133,143.11	8,894,264.95	5.35%	5.36%	3.0420
1ML Loans	13,874	13,555	161,507,738.96	157,166,225.11	94.65%	94.64%	2.5141
Other Margin Loans	-	-	-	-	0.00%	0.00%	-
Total Pool Balance	15,892	15,475	170,640,882.07	166,060,490.06			2.5424

Collateral Pool Characteristics	Amount (\$)
Initial Pool Balance	240,603,569.00

**Student Loan Backed Reporting - FFELP
Monitoring Waterfall and Collections
Edsouth Services**

Distribution Date	10/25/2013
Collection Period	9/30/2013

Collection Account Activity ^a	
Collection Amount Received	\$4,538,888.70
Recoveries	-
Reserve Account	
Excess of Required Reserve Account	11,450.98
Interest on Investment Earnings	\$1,170.19
Capitalized Interest Account (after a stepdown or release date)	
Temporary Cost of Issuance Remaining	
Payments from Guarantor	1,599,470.26
Proceeds from Tender	
Paid to Guarantor	-
Purchased by Servicers/Sellers	
Prior Month's Allocations or Adjustments	
Investment Income	
All Fees	(\$856,747.13)
Other Amounts Received in Collection	
Total Available Funds	\$ 5,294,233.00

(a) Cash collections represent amounts received and posted in the Trust accounts as of the last day of the collection period.

Fees Due for Current Period (fees paid monthly)	9/30/2013
Indenture Trustee Fees	-
Servicing Fees	23,569.93
Administration Fees	34,298.39
Consolidation Rebate Fees	135,958.30
Other Fees	-
Total Fees	\$ 193,826.62

Cumulative Default Rate	9/30/2013
Current Period's Defaults (\$)	2,109,638.82
Cumulative Defaults (\$)	29,399,709.02
Cumulative Default (% of original pool balance)	12.22%
Cumulative Default (% of Repayment ending balances)	17.73%
Current period payments (recoveries) from Guarantor (\$)	1,599,470.26
Current period borrower recoveries (\$)	
Cumulative Recoveries (\$) ^a	30,125,255.90
Cumulative Recovery Rate (%) ^b	102.47%
Cumulative Net Loss Rate (%)	-0.30%
Cumulative Servicer Reject Rate (FFELP) (%)	0.00%

a) Cumulative Recoveries includes 97% of Claims in Progress
b) Due to the inclusion of death, disability and bankruptcy claims, the recovery rate can exceed 100%.

Waterfall Activity

Waterfall for Distribution (in accordance with Transaction - specific documents)	Amount Due	Amount Remaining
Total Available Funds		5,294,233.00
First: Deposits to Department Reserve Fund	369,647.26	4,924,585.74
Second: Trustee Fees due	-	4,924,585.74
Third: Servicing Fee due	23,569.93	4,901,015.81
Fourth: Administration Fees due	34,298.39	4,866,717.42
Fifth: Interest Distribution on Senior Notes or Obligations	440,252.31	4,426,465.11
Sixth: Debt Service Fund Replenishment	-	4,426,465.11
Seventh: Principal Distribution to Noteholders	4,426,000.00	465.11
Eighth: To Pay the Indenture Trustee the amount due for Extraordinary services	-	465.11
Ninth: To pay services the aggregate of any unpaid fees	-	465.11
Tenth: To pay the administrator the aggregate unpaid administration fees	-	465.11
Eleventh: Additional principal on the Notes	-	465.11
Twelfth: Release to Issuer	-	465.11

Principal and Interest Distributions	Class A	TOTAL
Periodic Interest Due	440,252.31	440,252.31
Periodic Interest Paid	440,252.31	440,252.31
Interest Excess/(Shortfall)	-	-
Interest Carryover Due	-	-
Interest Carryover Paid	-	-
Interest Carryover	-	-
Periodic Principal Distribution Amount	4,426,000.00	4,426,000.00
Periodic Principal Paid	4,426,000.00	4,426,000.00
Excess/(Shortfall)	-	-
Total Distribution Amount	4,866,252.31	4,866,252.31

**Edsouth/Indenture #1
Balance Sheet
September 30, 2013
(Unaudited)**

ASSETS

Cash	\$ 7,034,726.87
Assets Held by Trustee	
Investments	957.11
Student Loans Receivable, Net	164,457,686.32
Accrued Interest Receivable	2,064,716.44
Other Receivables	50,998.21
Debt Issue Costs	-
Prepaid and Deferred Expenses	3,837.26
	<hr/>
Total Assets	<u><u>\$ 173,612,922.21</u></u>

LIABILITIES AND NET ASSETS

Notes Payable, Net	\$ 154,380,000.00
Discount on Note Payable, Net	(4,551,863.69)
Accrued Interest Payable	325,451.46
Other Accounts Payable & Accrued Expenses	193,781.91
	<hr/>
Total Liabilities	<u><u>\$ 150,347,369.68</u></u>
Net Assets	\$ 23,265,552.53
Total Liabilities and Net Assets	\$ 173,612,922.21

EFS Volunteer, LLC

IV. Transactions for the Time Period

7/1/13 - 9/30/13

A. Student Loan Principal Collection Activity

i. Regular Principal Collections	(2,337,101.50)
ii. Principal Collections from Guarantor	(1,553,488.27)
iii. Paydown due to Loan Consolidation	(842,674.06)
iv. Principal Collections from Schools	(110,740.61)
v. Principal Write-Offs Reimbursed to the Trust -	-
vi. Other System Adjustments	-
vii. Loans transferred out/deconverted (PUT)	-
viii. Total Principal Collections	(4,844,004.44)

B. Student Loan Non-Cash Principal Activity

i. Principal Realized Losses - Claim Write-Offs	(5,798.93)
ii. Principal Realized Losses - Other	(338,378.24)
iii. Other Adjustments	3,852.47
iv. Capitalized Interest	611,821.03
v. Total Non-Cash Principal Activity	271,496.33

C. Student Loan Principal Additions

i. New Loan Additions \$ -	-
ii. Total Principal Additions \$ -	-

D. Total Student Loan Principal Activity (Aviii + Bv + Cii) (4,572,508.11)

E. Student Loan Interest Activity

i. Regular Interest Collections	(1,216,275.64)
ii. Interest Claims Received from Guarantors	(45,981.99)
iii. Late Fees & Other	8,651.86
iv. Interest due to Loan Consolidation	(28,097.91)
v. Interest Write-Offs Reimbursed to the Trust -	-
vi. Other System Adjustments -	-
vii. Interest Benefit and Special Allowance Payments	696,730.61
viii. Loans transferred out/deconverted	-
vix. Total Interest Collections	(584,973.07)

F. Student Loan Non-Cash Interest Activity

i. Interest Losses - Claim Write-offs	(29,371.56)
ii. Interest Losses - Other	(106,949.71)
iii. Other Adjustments	(6,187.32)
iv. Capitalized Interest	(611,821.03)
v. Interest Accrual	2,070,863.15
vi. Total Non-Cash Interest Adjustments	1,316,533.53

G. Student Loan Interest Additions

i. New Loan Additions \$ -	-
ii. Total Interest Additions \$ -	-

H. Total Student Loan Interest Activity (Eviii + Fvi + Gii) 731,560.46

I. Defaults Paid this Quarter (Aii + Eii) (1,599,470.26)

J. Cumulative Defaults Paid to Date (30,125,255.90)

K. Interest Expected to be Capitalized

Interest Expected to be Capitalized - Beginning (III - A-ii)	1,436,084.01
Interest Capitalized into Principal During Collection Period (B-iv)	611,821.03
Change in Interest Expected to be Capitalized	(619,704.93)
Interest Expected to be Capitalized - Ending (III - A-ii)	1,428,200.11

EFS Volunteer, LLC

V. Cash Receipts for the Time Period		7/1/13 - 9/30/13
A. Principal Collections		
i. Principal Payments Received - Cash	\$	4,001,330.38
ii. Principal Received from Loans Consolidated		842,674.06
iii. Total Principal Collections	\$	4,844,004.44
B. Interest Collections		
i. Interest Payments Received - Cash	\$	1,262,257.63
ii. Interest Received from Loans Consolidated		28,097.91
iii. Interest Payments Received(Paid) - Interest Benefit and Special Allowance Payments		(696,730.61)
iv. Late Fees & Other		(8,651.86)
v. Total Interest Collections	\$	584,973.07
C. Other Reimbursements	\$	-
D. Repurchases/ Reimbursements by Servicer/Seller	\$	-
E. Investment Earnings		\$1,170.19
F. Total Cash Receipts during Collection Period	\$	5,430,147.70